- (3) If an applicant has no urban communities within the core coverage area, the computation would deliver a score of 50.
- (d) Economic Need will be measured by the ability of the public in an area to support Public Television financially. Up to 25 points are available in this category.
- (1) The score for Economic Need is computed from the average of the National School Lunch Program (NSLP) eligibility percentages for all school districts within the core coverage area. NSLP eligibility percentage information may be obtained from the state or local agency that administers the program, and the application must include a certification from this organization that the percentages provided are correct. Please note that the score for Economic Need is computed from the eligibility percentage, not the participation percentage. The score is computed by multiplying the average eligibility percentage by 100 (to convert percentage to a whole number), subtracting 25, dividing the quotient by two, and limiting the result to 25 points. A negative result yields a score of zero.

[(average NSLP eligibility percentage \times 100) - 25] \div 2, not to exceed 25 points

- (2) [Reserved]
- (e) Critical Need will be measured by the urgency and importance of the project to the rural community the applicant serves. Up to 25 points are available in this category. Critical Need evaluates factors not captured in the Rurality and Economic Need scoring categories, such as:
- (1) Geographic or coverage characteristics of the public television station's digital television coverage area that make the digital transition unusually expensive;
- (2) A severe lack of specialized human resources (such as teachers) for which digital educational television will compensate;
- (3) Geographic isolation of communities which will be overcome with public television station services;
- (4) Non-traditional community needs (such as adult vocational retraining) that may be met only with digital pub-

lic television station broadcast capabilities;

- (5) Historical events that have placed the public television station in severe financial stress; and
- (6) The degree to which the project purposes will specifically benefit the rural public.

§1740.9 Grant application.

The grant application must include the following:

- (a) An application for federal assistance, Standard Form 424.
- (b) An executive summary, not to exceed two pages, describing the public television station, its service area and offerings, its current digital transition status, and the proposed project.
- (c) Evidence of the applicant's eligibility to apply under this Notice, proving that the applicant is a Public Television Station as defined in this Part, and that it is required by the FCC to perform the digital transition.
- (d) A spreadsheet showing the total project cost, with a breakdown of items sufficient to enable RUS to determine individual item eligibility.
- (e) A coverage contour map showing the digital television coverage area of the applicant. This map must show the counties (or county) comprising the core coverage area by shading and by name. Partial counties included in the applicant's core coverage area must be identified as partial and must contain an attachment with the applicant's estimate of the percentage that its coverage contour comprises the total area of the county (total area is available from American Factfinder, referenced in §1740.8 (c)(1)). If the application is for a translator, the coverage area may be estimated by the applicant through computer modeling or some other reasonable method, and this estimate is subject to acceptance by RUS.
- (f) The applicant's own calculation of its Rurality score, supported by a worksheet showing the population of its core coverage area, and the urban and rural populations within the core coverage area. The data source for the urban and rural components of that population must be identified. If the application includes computations

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made by a consultant or other organization outside the public television station, the application shall state the details of that collaboration.

- (g) The applicant's own calculation of its Economic Need score, supported by a worksheet showing the National School Lunch Program eligibility levels for all school districts within the core coverage area and averaging these eligibility percentages. The application must include a statement from the state or local organization that administers the NSLP program certifying the school district scores used in the computations.
- (h) If applicable, a presentation not to exceed five pages demonstrating the Critical Need for the project.
- (i) Evidence that the FCC has authorized the initiation of digital broadcasting at the project sites. In the event that an FCC construction permit has not been issued for one or more sites, the RUS may include those sites in the grant, and make advance of funds for that site conditional upon the submission of a construction permit.
- (j) Compliance with other Federal statutes. The applicant must provide evidence or certification that it is in compliance with all applicable Federal statutes and regulations, including, but not limited to the following:
- (1) Executive Order (E.O.) 11246, Equal Employment Opportunity, as amended by E.O. 11375 and as supplemented by regulations contained in 41 CFR part 60:
 - (2) Architectural barriers;
 - (3) Flood hazard area precautions;
- (4) Assistance and Real Property Acquisition Policies Act of 1970;
- (5) Drug-Free Workplace Act of 1998 (41 U.S.C. 701);
- (6) E.O.s 12549 and 12689, Debarment and Suspension; and
- (7) Byrd Anti-Lobbying Amendment (31 U.S.C. 1352).
- (k) Environmental impact and historic preservation. The applicant must provide details of the digital transition's impact on the environment and historic preservation, and comply with 7 CFR part 1794, which contains RUS' policies and procedures for implementing a variety of Federal statutes, regulations, and executive orders generally pertaining to the protection of

the quality of the human environment. This must be contained in a separate section entitled "Environmental Impact of the Digital Transition," and must include the Environmental Questionnaire/Certification, available from RUS, describing the impact of its digital transition. Submission of the Environmental Questionnaire/Certification alone does not constitute compliance with 7 CFR part 1794.

§1740.10 Grant documents.

The terms and conditions of each grant shall be set forth in standard grant documents prepared by RUS. These documents shall require that the applicant own or lease all facilities financed by the grant. In addition, however, RUS may prescribe special conditions to the advance of funds, such as those concerning FCC licensing.

§1740.11 Requests for funds.

- (a) Once grant documents have been executed, funds may be requested for eligible purposes up to the amounts in the grant. Funds may either be requested in anticipation of known obligations, or may be requested to reimburse disbursements made by the grantee.
- (b) Requests for funds shall be submitted on Standard Form 270 (Request for Advancement or Reimbursement).
- (c) All requests for funds shall be supported by invoices or receipts.

PART 1741—PRE-LOAN POLICIES AND PROCEDURES FOR INSURED TELEPHONE LOANS [RESERVED]

PART 1744—POST-LOAN POLICIES AND PROCEDURES COMMON TO GUARANTEED AND INSURED TELEPHONE LOANS

Subpart A [Reserved]

Subpart B—Lien Accommodations and Subordination Policy

Sec.
1744.20 General.
1744.21 Definitions.
1744.22-1744.29 [Reserved]
1744.30 Automatic lien accommodations.
1744.31-1744.39 [Reserved]
1744.40 Act purposes.